

DAILY MARKET COMMENTARY

04 February 2019



[Fixed Income and Interest Rates](#) | [Currencies](#) | [Commodities](#) | [Equities](#) | [LDT](#) | [JSE performance](#) | [Economics](#) | [*Foreign flows](#) | [Economic calendar](#) | [#Contacts](#)

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(* when available)*

KEY DAILY DRIVERS

Nedbank CIB Market Commentary | CIBMarketComm@Nedbank.co.za | +27 11 537 4091

SNIPPETS

(Fixed Income)	SAGB yields a tad higher as risk on fades slightly, local issues likely to dominate headlines
(Currencies)	Mining Indaba kicks off in Cape Town
(Commodities)	Oil held gains near a two-month high after data showed U.S. production growth slowing
(Equities)	Global markets trade mostly higher, buoyed by better-than-expected US jobs data; Markets in mainland China and Taiwan are closed for the week, for Lunar New Year celebrations
(Economics)	US NFP sharply higher in January, unemployment rises; SA PMI eases below 50 points, Eurozone CPI falls further away from ECB target

KEY OVERNIGHT FACTORS AND UPCOMING EVENTS THIS WEEK

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Date	Region	Event	Actual/expected/prior	Implications
01/02	US	Labour data	market --	NFP surprises to the upside, unemployment higher as temporary unemployment rises, participation rate higher
01/02	SA	PMI	49.9/50.5/50.7	SA PMI falls below expansionary territory with risks to the downside
04-08/02	US	GDP	--/2.5%/3.4%	GDP growth expected to ease in 4Q18 amid lower net exports, trade

Source: Nedbank

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FIXED INCOME AND INTEREST RATES

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Bond flow sales | +2711 535 4021 | Corporate Money Markets | +2711 535 4007 | Business Bank Money Markets | +2711 535 4006

Bonds	Last price	Δ				MTD trend
		1d	MTD	YTD	12Month	
	%	bps	bps	bps	bps	
R208-2.2 yrs	7.03	0.20	7.90	3.10	-32.10	↑
R186-7.9 yrs	8.62	1.10	5.20	-25.70	13.80	↑
R2048-29.1 yrs	9.64	0.25	3.35	-25.75	10.25	↑
US10 yr	2.69	0.53	6.02	0.53	-15.17	↑
UK 10 yr	1.25	2.90	2.90	-2.90	-28.30	↑
German 10 yr	0.17	1.70	1.70	-7.60	-55.50	↑
Japan 10 yr	-0.01	-0.20	-1.90	-1.70	-10.00	↓

Money Market	Last price	Δ				MTD trend
		1d	MTD	YTD	12Month	
	%	bps	bps	bps	bps	
SA repo rate	6.75	0.00	0.00	0.00	0.00	→
SA prime rate	10.25	0.00	0.00	0.00	0.00	→
SA CPI (MTD=previous month)	4.50		-70.00	-20.00	-20.00	↓
SA 3m JIBAR	7.15	0.00	0.00	0.00	1.70	→
SA 3m NCD	7.13	-2.50	-1.25	0.00	-1.25	↓
SA 6m NCD	7.75	0.00	2.50	0.00	15.00	↑
SA 12m NCD	8.23	0.00	0.00	-10.00	26.25	→
US3m LIBOR	2.73	-0.49	-0.49	-7.50	94.57	↓
UK 3m LIBOR	0.91	0.15	0.15	0.11	39.12	↑
Japan 3m LIBOR	-0.08	0.67	0.67	-0.93	-3.75	↑

Source: Bloomberg & Nedbank CIB
Time: 2019/02/04 07:37

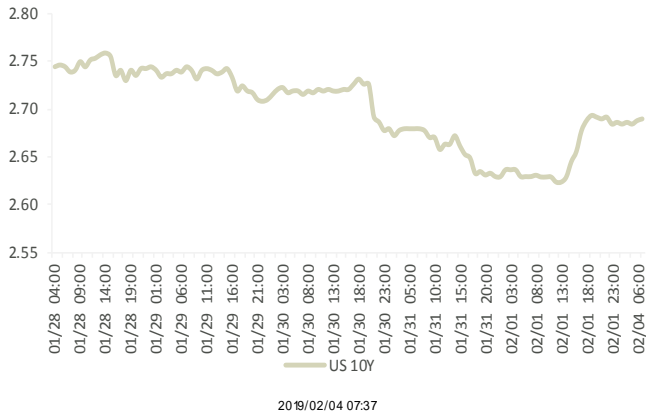
FRAs and Swaps	Last price	Δ				MTD trend
		1d	MTD	YTD	12Month	
	%	bps	bps	bps	bps	
3X6 FRA	7.12	0.00	-1.00	-9.00	10.00	↓
6X9 FRA	7.11	0.00	4.00	3.00	4.00	↑
9X12 FRA	7.10	0.00	-2.00	-23.00	21.00	↓
18X21 FRA	7.14	-1.50	-2.00	-32.00	9.00	↓
SA 2yr Swap	7.13	-0.20	-0.20	-20.50	15.80	↓
SA 3yr Swap	7.20	1.20	1.20	-24.30	8.95	↑
SA 5yr Swap	7.44	0.50	3.00	-23.00	-2.00	↑
SA 10yr Swap	7.99	-0.50	3.50	-20.50	-3.50	↑
SA 15yr Swap	8.26	0.50	4.50	-21.00	1.30	↑

Spreads	Last price	Δ				MTD trend
		1d	MTD	YTD	12Month	
	%	bps	bps	bps	bps	
2v10y	-0.86	0.30	-3.70	0.00	19.30	↓
3v10y	-0.78	1.70	-2.30	-3.80	12.45	↓
R186-R208	1.59	0.90	-2.70	-28.80	45.90	↓
R2048-R186	1.03	-0.85	-1.85	-0.05	-3.55	↓
5y-R186	-1.18	-0.60	-2.20	2.70	-15.80	↓
10y-R186	-0.63	-1.60	-1.70	5.20	-17.30	↓
15y-R186	-0.36	-0.60	-0.70	4.70	-12.50	↓
SA 5yr CDS spread - basis points	176.00	0.00	-0.50	-47.00	26.50	↓

Source: Bloomberg & Nedbank CIB
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US 10 year yield

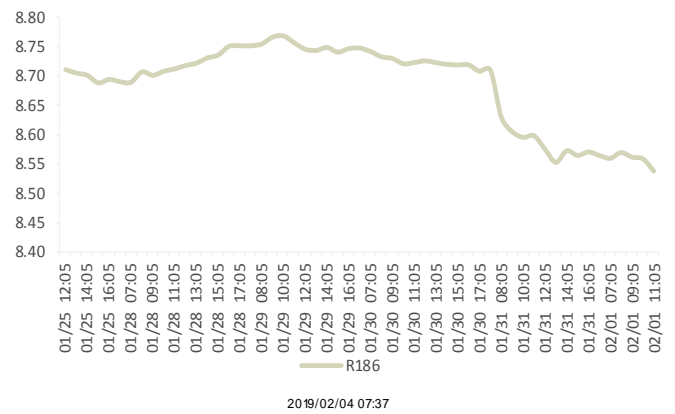
US 10 year yield



Source: Bloomberg, Nedbank

SA 10 year yield

SA 10 year yield



Source: Bloomberg, Nedbank

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- The final session of the week saw the rand open around the 13.30 level. As the markets awaited US data releases, trading was generally cautious, with the rand touching a best level of 13.2525 on the day. The markets were generally expecting softer data, but a robust NFP release saw the rand trade to a high of 13.3775, closing the week around this level. This morning, the rand is currently trading at 13.3700, the EURZAR is trading at 15.3020 and the GBPZAR is trading at 17.4745.
- International markets also had a subdued start to the day. The EURUSD traded between 1.1435 and 1.1480 on the day, closing the day in the middle of the range in the wake of US data releases. This morning, it is currently trading at 1.1445 in what has been a particularly quiet session thus far. Gold is currently trading at 1,312.80, some USD5 off from the same time on the Friday, this as the USD posted minor gains.
- Data releases scheduled for today: no local releases; from Europe, we have the Eurozone PPI and investor confidence; and from the US, we have factory orders and durable goods orders.
- The rand savoured an improved performance over the course of last week, but the momentum faltered going into the close of the week as the USD recovered on the back of robust data. This morning, the rand is trading close to the recent technical objective at around 13.30. This week, markets celebrate the Chinese New Year.
- Possible trading range for the rand today: 13.2000 to 13.5000

Majors	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
GBPUSD	1.31	-0.03	-0.26	2.52	-6.33	↓	USD strength
EURUSD	1.14	-0.10	-0.03	-0.20	-7.46	↓	USD strength
USDJPY	109.74	0.22	0.77	-0.05	0.59	↑	USD strength
USDAUD	1.38	0.25	0.63	-2.51	8.97	↑	USD strength

Rand crosses	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
USDZAR	13.38	0.43	0.96	-7.20	9.37	↑	ZAR weakness
GBPZAR	17.50	0.39	0.69	-4.72	3.23	↑	ZAR weakness
EURZAR	15.32	0.34	0.96	-7.45	2.06	↑	ZAR weakness
AUDZAR	9.68	0.19	0.38	-4.63	1.22	↑	ZAR weakness
ZARJPY	8.20	-0.24	-0.21	6.92	-9.68	↓	ZAR weakness

African FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	ZAR trend
ZARMWK (Malawian kwacha)	54.47	-0.44	-1.03	6.83	-9.68	↓	ZAR weakness
ZARBWP (Botswana pula)	0.77	-0.47	-0.74	3.28	-2.84	↓	ZAR weakness
ZARKES (Kenyan shilling)	7.50	-0.44	-1.25	5.35	-11.72	↓	ZAR weakness
ZARMUR (Mauritian rupee)	2.53	-0.45	-2.01	5.78	-4.88	↓	ZAR weakness
ZARNGN (Nigerian naira)	27.11	-0.42	-0.78	6.69	-9.76	↓	ZAR weakness
ZARGHS (Ghanian cedi)	0.38	-0.42	1.68	10.68	3.02	↑	ZAR strength
ZARZMW (Zambian kwacha)	0.89	-0.59	-1.28	6.95	9.01	↓	ZAR weakness
ZARMZN (Mozambican metical)	4.65	-0.42	-0.95	7.78	-8.08	↓	ZAR weakness

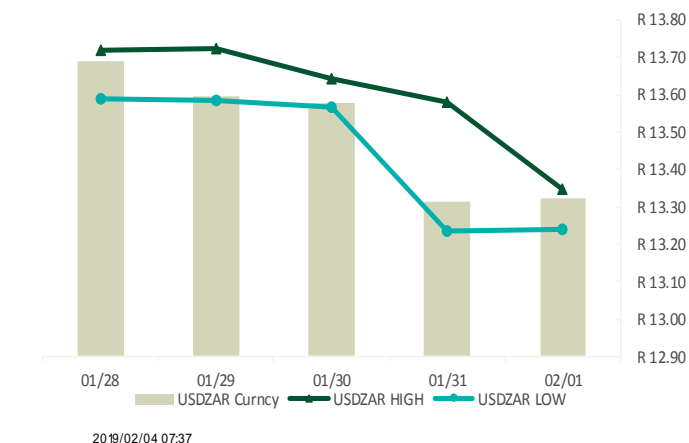
Emerging Market FX	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	MTD trend	USD trend
USDBRL (Brazilian Real)	3.66	0.27	0.27	-5.95	13.30	↑	USD strength
USDTRY (Turkish Lira)	5.23	0.33	1.18	-1.21	27.47	↑	USD strength
USDMXN (Mexican Peso)	19.13	0.15	0.14	-2.70	1.82	↑	USD strength
USDINR (Indian Rupee)	71.67	0.57	0.81	2.64	10.60	↑	USD strength
USD RUB (Russian Ruble)	65.48	0.11	0.11	-6.47	12.62	↑	USD strength

Source: Bloomberg & Nedbank CIB
Time: 2019/02/04 07:37

*Please note that the sign on the % change reflects the change on the headline number. The narrative indicates the trend direction over the month. For trade in any of these currencies, contact our FX dealing desks

USDZAR

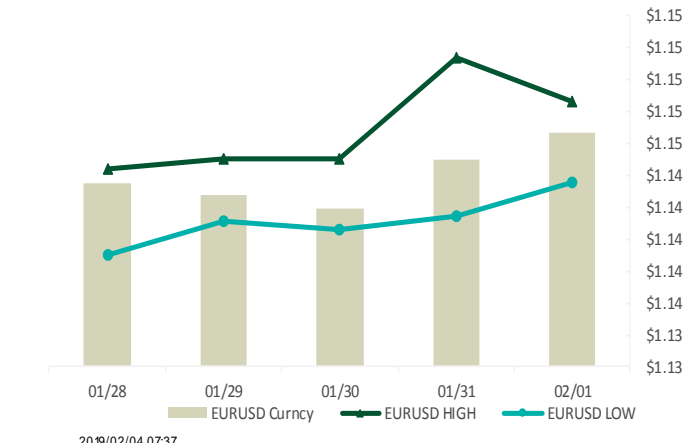
\$/R (close, high and low)



Source: Bloomberg, Nedbank

EUR/USD

€/€ (close, high and low)



Source: Bloomberg, Nedbank

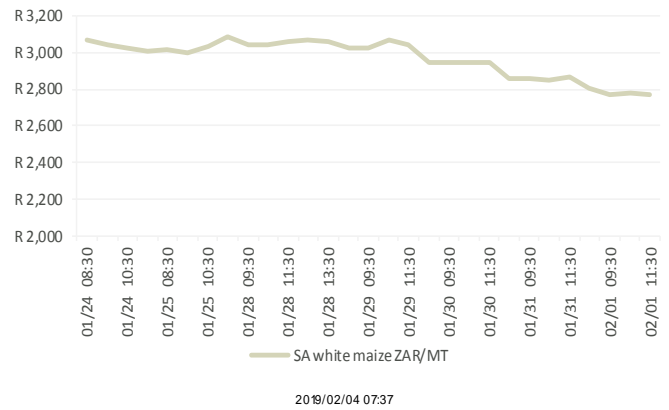
- Oil held gains near a two-month high after data showed U.S. production growth slowing at a time when OPEC cuts and American sanctions on Venezuela have already eased concerns over a supply glut. Futures edged higher after rising 2.7% Friday.
- Gold dropped for a second day as stronger-than-expected payrolls pointed to healthy economic expansion, curbing the appeal of havens. Spot gold -0.2% to \$1,315.35/oz; +1% last week after +1.8% week earlier.
- Silver -0.3%; Platinum -0.2%; Palladium -0.2%.

Commodities	Last price	%Δ				MTD trend
		-1d	MTD	YTD	12Month	
Brent near future (\$)	62.80	0.08	1.47	16.73	-8.43	↑
WTI crude (\$)	55.23	-0.05	2.68	21.63	-15.61	↑
Gold spot (\$)	1312.92	-0.38	-0.63	2.37	-2.00	↓
Platinum spot (\$)	821.16	-0.37	-0.10	3.21	-17.16	↓
SA white maize spot (R)	2768.00	-3.49	-3.49	-5.53	52.84	↓

Source: Bloomberg & Nedbank CIB
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SA white maize

SA White maize (ZAR/MT) - 30 day chart



Source: Bloomberg, Nedbank

Platinum vs Gold

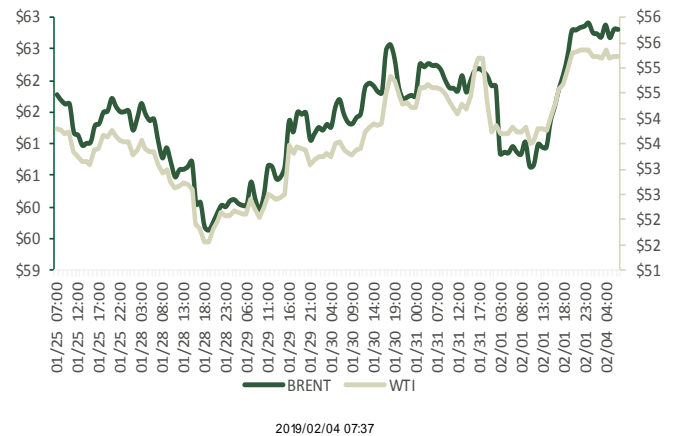
Platinum vs. Gold



Source: Bloomberg, Nedbank

Brent Crude vs West Texas Intermediate

Brent Crude vs West Texas Intermediate



Source: Bloomberg, Nedbank

Cash equities | +2711 535 4030/31

South Africa

- The JSE ended Friday's session lower, with the Top40 losing 0.54% at 47,697.80.
- Naspers was the biggest drag on the index, falling 3.13%.
- Gold miners and the personal goods sectors outperformed, with the likes of Sibanye Gold surging 7.6% following a positive broker report saying it looks cheap on a sum-of-the-parts basis.
- ArcelorMittal SA Ltd rallied 6.81% after a trading update, turning from a loss to a full-year profit.
- The value traded at the close was R19.1bn, and the ZAR was trading at 13.36 vs the USD.

UK/Europe

- European markets closed higher on Friday, lifted by strong US jobs data and on signs that the US-China trade talks were progressing.
- Stocks sensitive to the trade talks rallied, with European car makers adding 1%, trading at a three-month high.
- Strong corporate earnings across the region added to the strong sentiment.
- Electrolux soared 10% after its profits beat forecasts, and JCDcaux added more than 5% on solid results.
- The DAX added 0.07%, the FTSE 100 rose 0.74% and the CAC 40 climbed 0.53%.

USA

- US markets ended the session mixed, with positive sentiment due to strong jobs data being offset by a weaker-than-expected outlook from Amazon.com, which weighed on the retail space.
- Amazon fell 5.3% after quarterly sales missed estimates, despite reporting record sales and profit numbers during the holiday season.
- Non-farm payrolls increased by 304,000 jobs, the largest gain since February 2018, beating forecasts of 165,000.
- Exxon Mobil Corp. and Chevron Corp. both added more than 3% after reporting better-than-expected results.
- The Dow gained 0.26%, the S&P 500 rose 0.09% and the Nasdaq fell 0.25%.

Asia

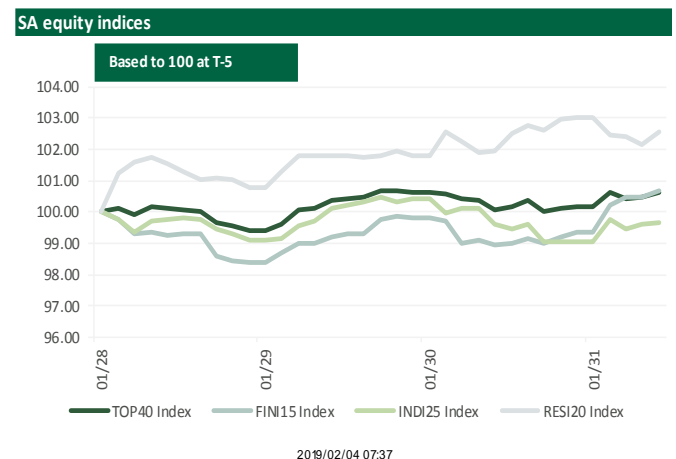
- Asian markets are trading mostly firmer this morning, with financial stocks supporting the Nikkei following the strong US data, but poor earnings reports from Sony (-8%) and Honda Motor Corp. (-3.6%) capped gains.
- Markets in mainland China and Taiwan are closed for the week, for Lunar New Year celebrations.
- South Korean markets were closed for a holiday.
- Strong gains from the financial sector supported the ASX ahead of the release of a final report on Monday of a Royal Commission investigation of wrongdoing in the country's banking sector.
- Energy stocks posted strong gains, tracking oil prices higher on signs of a supply cut, driven by US sanctions on Venezuelan exports.

Developed Markets	Last price	%Δ	%Δ	%Δ	%Δ	2018 Performance	MTD trend
		-1d	MTD	YTD	12Month		
Dow Jones	25 063.89	0.26	0.26	7.44	-1.79	-6.03	↑
Nasdaq	7 263.87	-0.25	-0.25	9.47	0.32	-5.30	↓
S&P 500	2 706.53	0.09	0.09	7.97	-2.01	-7.01	↑
DJ Eurostoxx50	3 171.12	0.37	0.37	5.65	-10.00	-14.00	↑
DAX	11 180.66	0.07	0.07	5.89	-12.55	-17.97	↑
CAC	5 019.26	0.53	0.53	6.10	-6.44	-10.55	↑
FTSE	7 020.22	0.74	0.74	4.34	-5.69	-12.03	↑
ASX200	5 891.20	0.48	0.45	4.34	-3.76	-6.84	↑
Nikkei 225	20 873.56	0.41	0.48	4.29	-10.32	-14.85	↑
MSCI World	2 029.55	0.05	0.05	7.73	-6.54	-10.97	↑
Emerging Markets	Last price	%Δ	%Δ	%Δ	%Δ	2018 Performance	MTD trend
		-1d	MTD	YTD	12Month		
Hang Seng	27 990.21	0.21	0.17	8.30	-14.15	-15.30	↑
Shanghai	2 618.23	1.30	1.30	4.99	-24.37	-25.52	↑
Brazil Bovespa	97 861.27	0.48	0.48	11.35	16.44	12.83	↑
India - NSE	36 340.38	-0.35	0.23	0.75	3.63	6.67	↑
Russia Micex	2 521.70	0.02	0.02	6.43	10.51	9.55	↑
MSCI Emerging	1 050.20	0.03	0.03	8.74	-14.68	-18.02	↑
SA Indices	Last price	%Δ	%Δ	%Δ	%Δ	2018 Performance	MTD trend
		-1d	MTD	YTD	12Month		
JSE All Share	53 930.14	-0.42	-0.42	2.26	-8.06	-11.71	↓
Top 40	47 697.78	-0.54	-0.54	2.08	-8.11	-11.54	↓
Resi 10	42 343.34	0.45	0.45	3.16	13.13	12.01	↑
Indi 25	63 557.94	-1.04	-1.04	-0.20	-17.94	-20.20	↓
Fini 15	17 399.19	-0.50	-0.50	6.22	0.01	-6.54	↓

Source: Bloomberg & Nedbank CIB

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Short-term performance of SA equity indices



Source: Bloomberg, Nedbank

LAST DAY TO TRADE

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SHARE CODE	SHARE NAME	DIVIDEND / INTEREST RATE
5 February 2019		
CULP	Cullinan Holdings 5.5%Prefs	dividend @ 5.50cps and scheme consideration @ 220cps
NWL	Nu-World Holdings Ltd	dividend @ 327.50cps
PGR	Peregrine Holdings Ltd	dividend @ 85cps

Source: JSE

JSE PERFORMANCE

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Top40 constituents	Last price	%Δ -1d	%Δ MTD	%Δ YTD	%Δ 12Month	2018 Performance	MTD trend
ABG : Absa Group Ltd	182.90	-1.02	-1.02	13.03	0.50	-11.08	↓
AGL : Anglo American Plc	345.18	0.90	0.90	7.11	21.29	26.07	↑
ANG : AngloGold Ashanti Ltd	189.99	1.61	1.61	4.53	46.47	41.31	↑
APN : Aspen Pharmacare Holdings Lt	145.00	-0.19	-0.19	7.55	-44.77	-51.42	↓
BHP : Bhp Group Plc	297.26	0.60	0.60	2.69	17.74	21.24	↑
BID : Bid Corp Ltd	285.19	0.65	0.65	7.62	3.71	-11.96	↑
BTI : British American Tobacco Plc	475.00	1.96	1.96	1.21	-41.52	-43.42	↑
BVT : Bidvest Group Ltd	203.50	0.44	0.44	-1.62	-14.41	-5.15	↑
CFR : Financiere Richemont-Dep Rec	91.85	1.15	1.15	-1.92	-19.94	-16.20	↑
CLS : Clicks Group Ltd	198.00	0.56	0.56	3.42	22.79	5.70	↑
CPI : Capitec Bank Holdings Ltd	1166.58	0.04	0.04	4.35	26.22	1.83	↑
DSY : Discovery Ltd	159.50	0.18	0.18	-0.18	-4.26	-14.09	↑
FSR : Firstrand Ltd	68.50	-1.28	-1.28	4.48	3.16	-2.51	↓
GRT : Growthpoint Properties Ltd	25.67	-1.16	-1.16	10.17	-5.24	-15.76	↓
INL : Investec Ltd	86.56	-0.57	-0.57	9.57	-7.30	-11.95	↓
INP : Investec Plc	86.00	-0.80	-0.80	7.96	-8.60	-11.25	↓
LHC : Life Healthcare Group Holdin	27.25	0.48	0.48	3.22	0.59	-4.86	↑
MND : Mondi Ltd	328.00	-0.03	-0.03	5.95	5.55	-3.04	↓
MNP : Mondi Plc	323.00	0.00	0.00	6.23	4.40	-4.78	↑
MRP : Mr Price Group Ltd	223.27	0.12	0.12	-9.30	-17.59	0.52	↑
MTN : Mtn Group Ltd	88.10	1.23	1.23	-1.01	-32.80	-34.85	↑
NED : Nedbank Group Ltd	283.36	-0.84	-0.84	3.15	7.33	7.27	↓
NPN : Naspers Ltd-N Shs	2945.00	-3.13	-3.13	1.82	-9.27	-16.19	↓
NRP : Nepi Rockcastle Plc	125.36	-0.06	-0.06	10.94	-6.03	-47.09	↓
NTC : Netcare Ltd	24.79	0.16	0.16	-4.75	-3.18	5.09	↑
OMU : Old Mutual Ltd	23.50	0.47	0.47	4.91			↑
PSG : Psg Group Ltd	250.00	-0.22	-0.22	2.12	7.99	-9.33	↓
RDF : Redefine Properties Ltd	10.42	-1.23	-1.23	7.76	0.68	-9.63	↓
REM : Remgro Ltd	209.00	-0.97	-0.97	7.32	-10.14	-17.48	↓
RMH : Rmb Holdings Ltd	83.02	-0.59	-0.59	5.22	5.44	-0.34	↓
RNI : Reinet Investments Sca	201.00	0.17	0.17	-7.99	-23.57	-20.27	↑
SAP : Sappi Limited	78.07	0.06	0.06	-4.38	-10.00	-8.77	↑
SBK : Standard Bank Group Ltd	194.24	-0.39	-0.39	8.63	-4.38	-8.61	↓
SHP : Shoprite Holdings Ltd	164.49	0.51	0.51	-13.49	-31.57	-14.03	↑
SLM : Sanlam Ltd	84.50	0.46	0.46	5.89	-5.00	-8.28	↑
SOL : Sasol Ltd	398.50	-0.48	-0.48	-6.24	-4.73	-0.74	↓
SPP : Spar Group Limited/The	198.67	-0.37	-0.37	-4.26	-0.30	2.05	↓
TBS : Tiger Brands Ltd	274.76	-0.53	-0.53	0.36	-41.17	-40.48	↓
TFG : The Foschini Group Ltd	167.25	-1.24	-1.24	0.61	-10.44	-15.76	↓
TRU : Truworths International Ltd	81.17	1.34	1.34	-7.87	-15.78	-6.74	↑
VOD : Vodacom Group Ltd	119.91	-0.56	-0.56	-9.16	-27.35	-9.39	↓
WHL : Woolworths Holdings Ltd	50.37	0.28	0.28	-8.57	-20.29	-15.65	↑

Source: Bloomberg & Nedbank CIB

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US

- The US nonfarm payrolls surged by 304k in January, from 222k jobs created in December, well ahead of consensus of 165k. There were large increases in employment in the following industries: construction, trade, transport, retail, leisure and hospitality and financial services. Average hourly earnings growth however, eased by 10bps, to 3.2% y/y in January as wage growth eased across the board apart from retail and finance.
- The pool of available labour increased sharply in the last two months, and the labour force participation rate inched up to 63.2% (prev. 63.1%) while the number of people temporary unemployed (government shutdown) rose slightly, causing the unemployment rate to rise to 4% in January, from 3.9% in December.
- The above indicates that the US labour market continues to remain upbeat, that the market continues to tighten despite flat to lower earnings growth, implying inflationary pressures will be relatively contained for now. Increasingly worrying is the fact that the Fed's Beige Book continues to survey businesses that experience a shortage in skilled workers, particularly in the IT industry. Nonetheless, the US labour market is likely to reflect a healthy pace of growth for much of 1H19 until macroeconomic data may start to disappoint as the fiscal stimulus fades.
- The US ISM manufacturing index rose to 56.6 points in January, from 54.3 prior, better than forecasts of 54. New orders and production surged despite a decline in new export orders. The surge in the PMI is likely to be temporary as the economy faces headwinds from lower global growth and trade activity.

Synopsis: The Fed has gone back to the drawing board to reassess its policy stance as it fears overshooting its targeted neutral interest rate if it hikes too aggressively. The threat of a slowdown in economic activity in 2019 and 2020 has caused the Fed to re-think its projected pace of tightening. The market has also reassessed the Fed's policy stance and now sees no hikes in 2019, with the Fed expected to reduce interest rates in 2020. The longer-term outlook is more uncertain. We could see a halt or slowdown in the pace of balance sheet normalisation, with the possibility of no hikes in 2019 if economic data disappoints.

Europe

- Eurozone CPI eased to 1.4% y/y in January, from 1.6% previously, in line with consensus. However core inflation rose 10bps to 1.1% y/y indicating that underlying inflationary pressures haven't fully diminished as the unemployment rate continues to fall, the labour market continues to tighten and wages rise. Core inflation was mainly lifted by higher services costs in January.
- The slump in headline CPI was due to a sharp decline in energy inflation, as the oil price remains low, while prices of non-energy industrial goods eased.

Synopsis: The ECB will likely maintain the policy rate for much of this year before commencing debating a hike in 2020. However, this is entirely dependent on price pressures and growth in the region, which has thus far deteriorated. Policymakers have already started to consider ways to support the economy if the slowdown intensifies or persists, which could imply that the monetary policy bias over the medium term is for further loosening instead.

SA

- The SA Manufacturing PMI dipped below the 50-index point neutral mark, to 49.9 in January, from 50.7 in December, worse than consensus of 50.5. While four out of five subcomponents deteriorated in the index, the positive development was the rise in expected business conditions in six months' time. This also mirrors confidence indicators which shows that businesses and consumers anticipate some uptick in growth over the next six months.
- The business activity subcomponent slumped to below 50-points in January, reflective of a generally weak quarter for manufacturing output and demand. New sales orders declined, but remained above the crucial 50-point mark. As a result, the PMI leading index remains above one, which means that sales orders are still outstripping inventories. We have been seeing a decline in inventory levels in 2H18, which are likely to be restocked in coming months. We see a seasonal surge in employment in the index in January, which was the only subcomponent showing gains.

Synopsis: Overall, global PMIs have started to fall, reflective of a slowdown in global trade activity that started in November. Weak demand in SA, and still low growth is likely to cap large gains in the PMI. We are also faced with the prospect of a slowdown in global growth and uncertain trade developments between the US and China. These will no doubt hurt SA manufacturing prospects in 2019.

ECONOMIC CALENDAR

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	Country	Event	Period	Survey	Actual	Prior	Revised
01-February							
01:30 AM	JN	Jobless Rate	DEC	-	2.40%	2.50%	-
01:30 AM	JN	Job-To-Applicant Ratio	DEC	-	1.63	1.63	-
02:30 AM	JN	Nikkei Japan PMI Mfg	JAN F	-	50.3	50.3	-
03:45 AM	CH	Caixin China PMI Mfg	JAN	-	48.3	49.7	-
10:55 AM	GE	Markit/BME Germany Manufacturing PMI	JAN F	-	49.7	49.7	-
11:00 AM	EC	Markit Eurozone Manufacturing PMI	JAN F	-	50.5	50.5	-
11:00 AM	SA	Barclays Manufacturing PMI	JAN	-	49.9	50.7	-
11:30 AM	UK	Markit UK PMI Manufacturing SA	JAN	-	52.8	54.2	-
12:00 PM	EC	CPI Core YoY	JAN A	-	1.10%	1.00%	-
12:00 PM	EC	CPI Estimate YoY	JAN	-	1.40%	1.60%	-
02:16 PM	SA	Naamsa Vehicle Sales YoY	JAN	-	-7.4%	-1.9%	-
03:30 PM	US	Average Hourly Earnings YoY	JAN	-	3.2%	3.2%	3.3%
03:30 PM	US	Change in Nonfarm Payrolls	JAN	-	304k	312k	222k
03:30 PM	US	Labor Force Participation Rate	JAN	-	63.2%	63.1%	-
03:30 PM	US	Unemployment Rate	JAN	-	4.0%	3.9%	-
04:45 PM	US	Markit US Manufacturing PMI	JAN F	-	54.9	54.9	-
05:00 PM	US	U. of Mich. Sentiment	JAN F	-	91.2	91.2	-
05:00 PM	US	ISM Manufacturing	JAN	-	56.6	54.1	54.3
05:00 PM	US	Wholesale Inventories MoM	NOV F	-	0.30%	0.80%	0.90%
05:00 PM	US	Wholesale Trade Sales MoM	NOV	-	-0.60%	-0.20%	-0.60%
04-February							
11:30 AM	EC	Sentix Investor Confidence	FEB	-	-1.3	-1.5	-
12:00 PM	EC	PPI YoY	DEC	-	3.1%	4.0%	-
05:00 PM	US	Cap Goods Orders Nondef Ex Air	NOV F	-	0.1%	-0.6%	-
05:00 PM	US	Durables Ex Transportation	NOV F	-	0.10%	-0.30%	-
05:00 PM	US	Durable Goods Orders	NOV F	-	1.5%	0.8%	-
05:00 PM	US	Factory Orders	NOV	-	0.3%	-2.1%	-
05:00 PM	US	Factory Orders Ex Trans	NOV	-	-	0.3%	-
05-February							
10:55 AM	GE	Markit Germany Services PMI	JAN F	-	53.1	53.1	-
11:00 AM	EC	Markit Eurozone Services PMI	JAN F	-	50.8	50.8	-
11:30 AM	UK	Markit/CIPS UK Services PMI	JAN	-	51.0	51.2	-
12:00 PM	EC	Retail Sales YoY	DEC	-	0.5%	1.1%	-
04:45 PM	US	Markit US Services PMI	JAN F	-	54.2	54.2	-
#VALUE!	US	Retail Sales Advance MoM	DEC	-	0.10%	-	-
06-February							
09:00 AM	GE	Factory Orders WDA YoY	DEC	-	-6.7%	-4.3%	-
11:30 AM	SA	SACCI Business Confidence	JAN	-	-	95.2	-
03:30 PM	US	Trade Balance	NOV	USD -54.0b	-	USD -55.5b	-

Source: Bloomberg 2019/02/04 07:36

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